

UNITED STATES DISTRICT COURT
EASTERN DISTRICT OF TEXAS
SHERMAN DIVISION

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TEXAS EASTERN

FEDERAL TRADE COMMISSION,

Plaintiff,

v.

THE COLLEGE ADVANTAGE, INC.,
also doing business as College Funding
Center,

ALAN E. BARON,

C FUNDING GROUP, LLC, also doing
Business as College Funding Group, and

Civil Action No. 4:03CV179

EDWARD F. JACOBS,

Defendants,

and **DONNA S. BARON** and **CLAUDIA L.**
JACOBS,

Relief Defendants.

**STIPULATED FINAL JUDGMENT AND ORDER FOR
PERMANENT INJUNCTION AND MONETARY RELIEF AS TO
DEFENDANTS C FUNING GROUP, LLC, AND EDWARD J. JACOBS
AND RELIEF DEFENDANT CLAUDIA L. JACOBS**

Plaintiff, the Federal Trade Commission ("Commission"), commenced this action by filing its Complaint pursuant to Section 13(b) of the Federal Trade Commission Act ("FTC"

Act"), 15 U.S.C. § 53(b), charging the defendants with deceptive acts and practices in violation of Section 5 of the FTC Act, 15 U.S.C. § 45.

Plaintiff, through its counsel, and defendants C Funding Group, LLC and Edward F. Jacobs and relief defendant Claudia L. Jacobs, through their counsel, have agreed to entry of this Final Judgment and Order by this Court in order to resolve all matters in dispute in this action. The Commission and defendants C Funding Group, LLC and Edward F. Jacobs and relief defendant Claudia L. Jacobs have consented to entry of this Final Judgment and Order without trial or adjudication of any issue of law or fact herein and without defendants C Funding Group, LLC and Edward F. Jacobs admitting liability for any of the violations alleged in the Complaint or for any wrongdoing whatsoever.

Being fully advised in the premises and acting upon the joint motion of the Commission and defendants C Funding Group, LLC and Edward F. Jacobs and relief defendant Claudia L. Jacobs to enter this Final Judgment and Order,

IT IS HEREBY ORDERED, ADJUDGED, AND DECREED as follows:

FINDINGS

1. This Court has jurisdiction over the subject matter of this case and personal jurisdiction over defendants C Funding Group, LLC and Edward F. Jacobs and relief defendant Claudia L. Jacobs;
2. The Complaint states a claim upon which relief may be granted against the defendants C Funding Group, LLC and Edward F. Jacobs and relief defendant Claudia L. Jacobs under Sections 5 and 13(b) of the FTC Act, 15 U.S.C. §§ 45 and 53(b);
3. Venue in this district is proper under 28 U.S.C. § 1391(b) and 15 U.S.C. § 53(b);

4. The activities of defendants C Funding Group, LLC and Edward F. Jacobs and relief defendant Claudia L. Jacobs are in or affecting commerce as "commerce" is defined in Section 4 of the FTC Act, 15 U.S.C. § 44;

5. Relief defendant Claudia L. Jacobs received, directly or indirectly from the defendants, certain funds and property which either are the proceeds or are traceable to the proceeds of the activities alleged in this suit. Relief defendant Claudia L. Jacobs waives any claim to the assets being transferred to the Commission pursuant to Paragraph IV(C) of this Final Judgment and Order;

6. Entry of this Final Judgment and Order is in the public interest; and

7. Defendants C Funding Group, LLC and Edward F. Jacobs and relief defendant Claudia L. Jacobs have waived all claims under the Equal Access to Justice Act, 28 U.S.C. § 2412, and all rights to seek judicial review or otherwise challenge the validity of this Final Judgment and Order.

DEFINITIONS

For the purpose of this Stipulated Final Judgment and Order, the following definitions shall apply:

1. "*Assets*" means any legal or equitable interest in, right to, or claim to, any real and personal property, including, but not limited to, "goods," "instruments," "equipment," "fixtures," "general intangibles," "inventory," "checks," "notes" (as these terms are defined in the Uniform Commercial Code), and all chattel, leaseholds, contracts, mail or other deliveries, shares of stock, lists of consumer names, accounts, credits, premises, receivables, funds, and cash, wherever located.

2. “*Document*” is synonymous in meaning and equal in scope to the usage of the term in Federal Rule of Civil Procedure 34(a) and includes writings, drawings, graphs, charts, photographs, audio and video recordings, computer records, and other data compilations from which the information can be obtained and translated, if necessary, through detection devices into reasonably usable form. A draft or non-identical copy is a separate document within the meaning of the term.

3. “*Assisting others*” means knowingly providing any of the following goods or services to another entity: (1) performing customer service functions, including, but not limited to, receiving or responding to consumer complaints; (2) formulating or providing, or arranging for the formulation or provision of, any telephone sales script or any other marketing material; (3) providing names of, or assisting in the generation of, potential customers; or (4) performing marketing services of any kind.

ORDER

I. INJUNCTION AGAINST MISREPRESENTATIONS

A. **IT IS THEREFORE ORDERED** that, in connection with the advertising, promotion, offering for sale, or sale of college financial aid assistance programs, defendants C Funding Group, LLC and Edward F. Jacobs, and each of their successors, assigns, officers, directors, agents, servants, employees, subsidiaries, and affiliates, and those persons in active concert or participation with them who receive actual notice of this Order by personal service or otherwise, whether acting directly or through any entity, corporation, subsidiary, division, affiliate or other device, are hereby permanently restrained and enjoined from:

1. Misrepresenting, expressly or by implication, that defendants C Funding Group, LLC and Edward F. Jacobs will secure 100% of the funding necessary for consumers or consumers' children to attend college;
2. Misrepresenting, expressly or by implication, that defendants C Funding Group, LLC and Edward F. Jacobs will secure funding for consumers or consumers' children to attend college which will reduce the consumers' out-of-pocket expenses; and
3. Misrepresenting, expressly or by implication, that consumers will receive a 100% refund if defendants C Funding Group, LLC and Edward F. Jacobs do not secure 100% of the funding necessary for consumers or consumers' children to attend college.

B. **IT IS FURTHER ORDERED** that, in connection with the advertising, promotion, offering for sale, or sale of college financial aid assistance programs, defendants C Funding Group, LLC and Edward F. Jacobs, and each of their successors, assigns, officers, directors, agents, servants, employees, subsidiaries, and affiliates, and those persons in active concert or participation with them who receive actual notice of this Order by personal service or otherwise, whether acting directly or through any entity, corporation, subsidiary, division, affiliate or other device, are hereby permanently restrained and enjoined from misrepresenting, expressly or by implication, any fact material to a consumer's decision to purchase a college financial aid assistance program.

C. **IT IS FURTHER ORDERED** that, with respect to the advertising, marketing, promoting, offering for sale, or sale of any good or service, defendants C Funding Group, LLC and Edward F. Jacobs, and each of their successors, assigns, officers, directors, agents, servants, employees, subsidiaries, and affiliates, and those persons in active concert or participation with them who receive actual notice of this Order by personal service or otherwise, whether acting directly or through any entity, corporation, subsidiary, division, affiliate or other device, are hereby permanently restrained and enjoined from misrepresenting, expressly or by implication, any fact material to a consumer's decision to purchase defendants C Funding Group, LLC and Edward F. Jacobs' products or services.

II. BOND REQUIREMENT

IT IS FURTHER ORDERED that defendant Edward F. Jacobs, whether acting directly or indirectly through any persons or entities under his control, is hereby permanently enjoined and restrained from engaging in, or assisting others engaged in, the advertising, promotion, offering for sale, or sale of college financial aid assistance programs, in or affecting commerce, unless, prior to engaging in or assisting others engaged in such activities, defendant Edward F. Jacobs first obtains a performance bond ("the Bond") in the principal sum of ONE MILLION DOLLARS (\$1,000,000.00). The terms and conditions of the Bond requirement are as follows:

A. The Bond shall be conditioned upon compliance with Section 5(a) of the FTC Act, 15 U.S.C. § 45(a), and with the provisions of this Order. The Bond shall be deemed continuous and remain in full force and effect as long as defendant Edward F. Jacobs is engaging in or assisting others engaged in the advertising,

promotion, offering for sale, or sale of college financial aid assistance programs, in or affecting commerce. Defendant Edward F. Jacobs shall maintain the Bond for a period of five (5) years after defendant provides notice to the Commission that defendant has ceased engaging in or assisting others engaged in the advertising, promotion, offering for sale, or sale of college financial aid assistance programs, in or affecting commerce. The Bond shall cite this Order as the subject matter of the Bond, and shall provide surety thereunder against financial loss resulting from whole or partial failure of performance due, in whole or in part, to any violation of Section 5(a) of the FTC Act, or the provisions of this Order, or to any other violation of law;

- B. The Bond required pursuant to this Paragraph shall be an insurance agreement providing surety for financial loss issued by a surety company that is admitted to do business in each state in which defendant Edward F. Jacobs, or any entity directly or indirectly under defendant Edward F. Jacobs' control, is doing business and that holds a Federal Certificate of Authority As Acceptable Surety on Federal Bond and Reinsuring. The Bond shall be in favor of both: (1) the Federal Trade Commission for the benefit of any consumer injured as a result of any activities that required obtaining the Bond; and (2) any consumer so injured;
- C. The Bond required pursuant to this Paragraph is in addition to, and not in lieu of, any other bonds required by federal, state, or local law;
- D. At least ten (10) days before commencing in any activity that requires obtaining the Bond, defendant Edward F. Jacobs shall provide notice to the Commission

describing in reasonable detail said activities, and include in such notice a copy of the Bond obtained; and

- E. Defendant Edward F. Jacobs shall not disclose the existence of the Bond to any consumer, or other purchaser or prospective purchaser, without simultaneously disclosing clearly and prominently the following: THIS BOND IS REQUIRED BY ORDER OF THE U.S. DISTRICT COURT AS PART OF A FINAL ORDER AGAINST EDWARD F. JACOBS IN *FEDERAL TRADE COMMISSION V. THE COLLEGE ADVANTAGE, INC., ALAN E. BARON, C FUNDING GROUP, LLC, AND EDWARD F. JACOBS*, NO. 4:03CV179, IN THE UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF TEXAS, FOR ALLEGED FALSE AND DECEPTIVE ADVERTISING, PROMOTION, OFFERING FOR SALE, AND SALE OF COLLEGE FINANCIAL AID ASSISTANCE PROGRAMS.

III. INJUNCTION AGAINST PROVIDING CUSTOMER LISTS

IT IS FURTHER ORDERED that defendants C Funding Group, LLC and Edward F. Jacobs are hereby permanently restrained and enjoined from selling, renting, leasing, transferring, or otherwise disclosing the name, address, telephone number, social security number, or other identifying information of any person who purchased services from defendants The College Advantage, Inc, Alan E. Baron, C Funding Group, LLC, and Edward F. Jacobs at any time prior to the date this Final Judgment and Order is entered. Provided, however, that defendants C Funding Group, LLC and Edward F. Jacobs may disclose such identifying information to a law enforcement agency or as required by any law, regulation, or court order.

IV. MONETARY JUDGMENT

IT IS FURTHER ORDERED that:

- A. Judgment in the amount of FIFTEEN MILLION FIVE HUNDRED NINE THOUSAND FIVE HUNDRED SIXTY-FOUR DOLLARS (\$15,509,564.00) is entered against defendants C Funding Group, LLC and Edward F. Jacobs; provided, however, that upon the fulfillment of the payment obligations of Paragraph IV(B) and Paragraph IV(C) of this Final Judgment and Order by defendants, this judgment shall be suspended until further order of the Court, and provided further that this judgment shall be subject to the conditions set forth in Paragraph V of this Final Judgment and Order.
- B. Defendants C Funding Group, LLC and Edward F. Jacobs shall be jointly and severally liable for payment of equitable monetary relief, including, but not limited to, consumer redress and/or disgorgement, and for paying any attendant expenses of administration of any redress fund, in the amount of ONE MILLION FOUR HUNDRED THOUSAND DOLLARS (\$1,400,000.00). Relief defendant Claudia L. Jacobs is ordered to take all such action as is necessary to permit and cause the transfer of such sum to the plaintiff, including, but not limited to, cooperating in the transfer of such accounts over which she has control.
- C. Within twenty (20) days of the entry of this Final Judgment and Order, defendants C Funding Group, LLC and Edward F. Jacobs and relief defendant Claudia L. Jacobs shall turn over the entire payment of ONE MILLION FOUR HUNDRED THOUSAND DOLLARS (\$1,400,000.00) to the Commission in the form of a

wire transfer or certified or cashier's check made payable to the Commission, or such agent as the Commission may direct.

- D. Time is of the essence for the payments specified above. In the event that defendants C Funding Group, LLC and Edward F. Jacobs and relief defendant Claudia L. Jacobs do not fulfill, or only partially fulfill, the payment obligations set forth in this Paragraph, defendants C Funding Group, LLC and Edward F. Jacobs shall be immediately liable for payment of FIFTEEN MILLION FIVE HUNDRED NINE THOUSAND FIVE HUNDRED SIXTY-FOUR DOLLARS (\$15,509,564.00), which is the entire amount of the judgment, plus interest, less any payments already made by any other defendant in this matter.
- Notwithstanding any other provision of this Final Judgment and Order, defendants C Funding Group, LLC and Edward F. Jacobs agree that, if they fail to meet the payment obligations set forth in this Paragraph, the facts as alleged in the Complaint filed in this matter shall be taken as true in any subsequent litigation filed by the Commission to enforce its rights pursuant to this Final Judgment and Order, including, but not limited to, a nondischargeability complaint in any subsequent bankruptcy proceeding.

- E. All funds paid pursuant to this Final Judgment and Order shall be deposited into a fund administered by the Commission or its agent to be used for equitable relief, including, but not limited to, consumer redress and any attendant expenses for the administration of any redress fund. In the event that direct redress to consumers is wholly or partially impracticable or funds remain after redress is completed, the

Commission may apply any remaining funds for such other equitable relief (including consumer information remedies) as it determines to be reasonably related to the defendants' practices alleged in the Complaint. Any funds not used for such equitable relief shall be deposited to the Treasury as disgorgement.

Defendants C Funding Group, LLC and Edward F. Jacobs and relief defendant Claudia L. Jacobs shall have no right to challenge the Commission's choice of remedies under this Paragraph.

F. Defendants C Funding Group, LLC and Edward F. Jacobs and relief defendant Claudia L. Jacobs shall have no right to contest the manner of distribution chosen by the Commission. No portion of any payments under the judgment herein shall be deemed a payment of any fine, penalty, or punitive assessment.

V. FINANCIAL STATEMENTS

A. **IT IS FURTHER ORDERED** that the Commission's agreement to and the Court's approval of this Final Judgment and Order are expressly premised upon the truthfulness, accuracy, and completeness of the financial statements and information provided to the Commission by defendants C Funding Group, LLC and Edward F. Jacobs on or about July 28, 2003, and by relief defendant Claudia L. Jacobs on or about August 18, 2003, which contain material information relied upon by the Commission in negotiating and agreeing to the terms of this Final Judgment and Order.

B. **IT IS FURTHER ORDERED** that if the Commission should have evidence that the above-referenced financial statements and information failed to disclose any

material asset the value of which exceeds \$1,000, materially misrepresented the value of any asset, or made any other material misrepresentation or omission, the Commission may move that the Court reopen this Final Judgment and Order for the sole purpose of allowing the Commission to modify the monetary liability of defendants C Funding Group, LLC and Edward F. Jacobs. If the Court finds that either defendant C Funding Group, LLC or Edward F. Jacobs failed to disclose any material asset, materially misrepresented the value of any asset, or made any other material misrepresentation or omission in the above-referenced financial statements and information, the Court shall reinstate the suspended judgment against such defendant, in favor of the Commission, in the amount of FIFTEEN MILLION FIVE HUNDRED NINE THOUSAND FIVE HUNDRED SIXTY-FOUR DOLLARS (\$15,509,564.00), which the defendants and the Commission stipulate is the amount of consumer injury in this matter, as set forth in Paragraph IV of this Final Judgment and Order. If the Court finds that relief defendant Claudia L. Jacobs failed to disclose any material asset, materially misrepresented the value of any asset, or made any other material misrepresentation or omission in the above-referenced financial statements and information, the Court shall reinstate the suspended judgment against defendant Edward F. Jacobs, in favor of the Commission, in the amount of FIFTEEN MILLION FIVE HUNDRED NINE THOUSAND FIVE HUNDRED SIXTY-FOUR DOLLARS (\$15,509,56400). Provided, however, that in all other respects this Final Judgment and Order shall remain in full force and effect unless

otherwise ordered by the Court. Any proceedings instituted under this Paragraph shall be in addition to and not in lieu of any other proceedings the Commission may initiate to enforce this Final Judgment and Order. Solely for the purposes of reopening or enforcing this Paragraph, defendants C Funding Group, LLC and Edward F. Jacobs and relief defendant Claudia L. Jacobs waive any right to contest any of the allegations set forth in the Complaint filed in this matter.

VI. COMPLIANCE MONITORING

IT IS FURTHER ORDERED that, for the purpose of monitoring and investigating compliance with any provision of this Final Judgment and Order,

- A. For a period of eight (8) years, defendants C Funding Group, LLC and Edward F. Jacobs shall submit, within thirty (30) days of receipt of written notice from a representative of the Commission, additional written reports, sworn to under penalty of perjury; produce documents for inspection and copying; appear for deposition; and/or provide entry during normal business hours to any business location in such defendants' possession or direct or indirect control to inspect the business operation;
- B. In addition, the Commission is authorized to monitor compliance with this Final Judgment and Order by all other lawful means, including, but not limited to, the following:
 1. Obtaining discovery from any person, without further leave of court, using the procedures proscribed by Fed. R. Civ. P. 30, 31, 33, 34, 36, and 45;

2. Posing as consumers and suppliers to: defendants' employees, or any other entity managed or controlled in whole or in part by defendants, without the necessity of identification or prior notice;

Provided that nothing in this Final Judgment and Order shall limit the Commission's lawful use of compulsory process, pursuant to Sections 9 and 20 of the FTC Act, 15 U.S.C. §§ 49, 57b-1, to obtain any documentary material, tangible things, testimony, or information relevant to unfair or deceptive acts or practices in or affecting commerce (within the meaning of 15 U.S.C. § 45(a)(1)).

- C. Defendants C Funding Group, LLC and Edward F. Jacobs shall permit representatives of the Commission to interview any employer, consultant, independent contractor, representative, agent, or employee who has agreed to such an interview, relating in any way to any conduct which may violate the terms of this Final Judgment and Order. The person interviewed may have counsel present.

VII. COMPLIANCE REPORTING BY DEFENDANTS

IT IS FURTHER ORDERED that, in order that compliance with the provisions of this Final Judgment and Order may be monitored:

- A. For a period of five (5) years from the date of entry of this Final Judgment and Order:
 1. Defendant Edward F. Jacobs shall notify the Commission of the following:

- a. Any changes in defendant's residence, mailing addresses, and telephone numbers, within ten (10) days of the date of such change;
 - b. Any changes in defendant's employment status (including self-employment) within ten (10) days of the date of such change. Such notice shall include the name and address of each business that defendant is affiliated with, employed by, or performs services for; a statement of the nature of the business; and a statement of such defendant's duties and responsibilities in connection with the business; and
 - c. Any changes in defendant's name or use of any aliases or fictitious names.
2. Defendants C Funding Group, LLC and Edward F. Jacobs shall notify the Commission of any changes in corporate structure that may affect compliance obligations arising under this Final Judgment and Order, including, but not limited to, a dissolution, assignment, sale, merger, or other action that would result in the emergence of a successor corporation; the creation or dissolution of a subsidiary, parent, or affiliate that engages in any acts or practices subject to this Final Judgment and Order; the filing of a bankruptcy petition; or a change in the corporate name or address, at least thirty (30) days prior to such change, *provided* that, with respect to any proposed change in the corporation about which the defendants learn

less than thirty (30) days prior to the date such action is to take place, defendants shall notify the Commission as soon as is practicable after obtaining such knowledge.

- B.** One hundred eighty (180) days after the date of entry of this Final Judgment and Order, defendants C Funding Group, LLC and Edward F. Jacobs shall provide a written report to the FTC, sworn to under penalty of perjury, setting forth in detail the manner and form in which they have complied and are complying with this Final Judgment and Order. This report shall include, but not be limited to:
1. Any changes required to be reported pursuant to Subparagraph A above; and
 2. A copy of each acknowledgment of receipt of this Final Judgment and Order obtained by defendants pursuant to Paragraph IX.
- C.** For the purposes of this Final Judgment and Order, defendants shall, unless otherwise directed by the Commission's authorized representatives, mail all written notifications to the Commission to:
- Regional Director
Southwest Region
Federal Trade Commission
Suite 2150, 1999 Bryan Street
Dallas, Texas 75201
Re: FTC v. Defendant, Civil Action No. 4:03CV179.
- D.** For purposes of the compliance reporting required by this Paragraph, the Commission is authorized to communicate directly with defendants C Funding Group, LLC and Edward F. Jacobs. However, upon subsequent notice by

defendants C Funding Group, LLC and Edward F. Jacobs that they choose to communicate through counsel, the Commission shall thereafter direct communication through counsel.

VIII. RECORD KEEPING PROVISIONS

IT IS FURTHER ORDERED that, for a period of eight (8) years from the date of entry of this Final Judgment and Order, defendants C Funding Group, LLC and Edward F. Jacobs and each of their successors, assigns, agents, servants or employees, and those persons in active concert or participation with them who receive actual notice of this Final Judgment and Order by personal service or otherwise, whether acting directly or through any entity, corporation, subsidiary, division, affiliate, or other device, in connection with any business where any defendant is the majority owner of the business or directly or indirectly manages or controls the business, and where the business involves the advertising, promotion, offering for sale, or sale of college financial aid assistance programs, are hereby restrained and enjoined from failing to create and retain the following records:

- A. Accounting records that reflect the cost of goods or services sold, revenues generated, and the disbursement of such revenues;
- B. Personnel records accurately reflecting: the name, address, and telephone number of each person employed in any capacity by such business, including as an independent contractor; that person's job title or position; the date upon which the person commenced work; and the date and reason for the person's termination, if applicable;

- C. Customer files containing the names, addresses, phone numbers, dollar amounts paid, quantity of items or services purchased, and description of items or services purchased, to the extent such information is obtained in the ordinary course of business;
- D. Complaints and refund requests (whether received directly, indirectly or through any third party) and any responses to those complaints or requests; and
- E. Copies of all sales scripts, training materials, advertisements, or other marketing materials.

Provided, however, that notwithstanding such eight (8) year general retention requirement, any records containing the information in Subparagraphs A through E of this Paragraph which are in the possession, custody, or control of defendants C Funding Group, LLC and Edward F. Jacobs at time of the entry of this Final Judgment and Order shall be maintained for a period of three (3) years from such date.

IX. DISTRIBUTION OF ORDER BY DEFENDANTS

IT IS FURTHER ORDERED that, for a period of five (5) years from the date of entry of this Order,

- A. Defendant C Funding Group, LLC shall deliver a copy of this Order to all of its principals, officers, directors, managers, employees, agents, and representatives having responsibilities with respect to the subject matter of this Order, and shall secure from each such person a signed and dated statement acknowledging receipt of the Order. Defendant C Funding Group, LLC shall deliver this Order to current

personnel within thirty (30) days after the date of service of this Order, and to new personnel within thirty (30) days after the person assumes such position or responsibilities.

- B. Defendant Edward F. Jacobs shall deliver a copy of this Order to the principals, officers, directors, managers and employees or other persons engaged in activity covered by this Order, immediately upon employing or retaining any such person for any business where defendant is the majority owner of the business or directly or indirectly manages or controls the business, and where the business involves the advertising, promotion, offering for sale, or sale of college financial aid assistance programs. Defendant Edward F. Jacobs shall secure from each such person a signed and dated statement acknowledging receipt of the Order within thirty (30) days after the date of service of the Order or the commencement of the employment relationship.

X. ACKNOWLEDGMENT OF RECEIPT OF ORDER BY DEFENDANTS

IT IS FURTHER ORDERED that defendants C Funding Group, LLC and Edward F. Jacobs and relief defendant Claudia L. Jacobs, within five (5) business days of receipt of this Final Judgment and Order as entered by the Court, must submit to the Commission a truthful sworn statement acknowledging receipt of this Final Judgment and Order.

XI. ATTORNEYS' FEES

IT IS FURTHER ORDERED that each party to this Final Judgment and Order hereby agrees to bear its own costs and attorneys' fees incurred in connection with this action.

XII. LIFT OF ASSET FREEZE

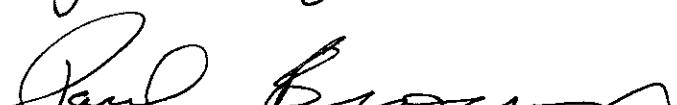
IT IS FURTHER ORDERED that the freeze of defendants C Funding Group, LLC and Edward F. Jacobs and relief defendant Claudia L. Jacobs' assets, imposed in the Preliminary Injunctions entered in this proceeding, shall be lifted upon the entry of this Final Judgment and Order. Upon receipt of a copy of this Final Judgment and Order, all persons or entities holding assets of defendants shall release such assets to the owner of the asset without the requirement of further documentation or order of this Court.

XIII. RETENTION OF JURISDICTION

IT IS FURTHER ORDERED that this Court shall retain jurisdiction of this matter for purposes of construction, modification and enforcement of this Final Judgment and Order.

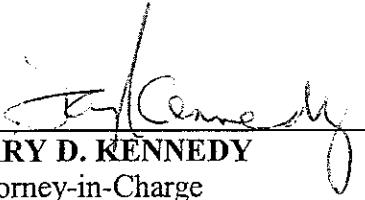
IT IS SO ORDERED.

Dated this 19 day of January, 2005.



**PAUL BROWN
UNITED STATES DISTRICT JUDGE**

SO STIPULATED:


GARY D. KENNEDY

Attorney-in-Charge
Oklahoma Bar No. 4961

JUDITH A. SHEPHERD

Texas Bar No. 18221300

FEDERAL TRADE COMMISSION

1999 Bryan Street, Suite 2150

Dallas, Texas 75201

(214) 979-9379 (Kennedy)

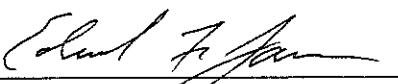
(214) 979-9383 (Shepherd)

(214) 953-3079 (Facsimile)

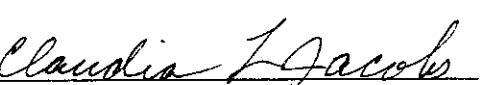
ATTORNEYS FOR PLAINTIFF
FEDERAL TRADE COMMISSION


C FUNDING GROUP, LLC

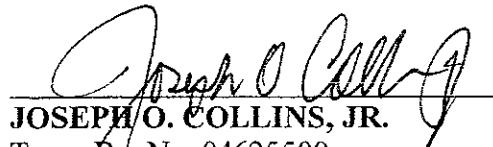
Defendant


EDWARD F. JACOBS

Defendant


CLAUDIA L. JACOBS

Relief Defendant



JOSEPH O. COLLINS, JR.

Texas Bar No. 04625500

ROBERT P. OLIVER

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